

### EVALUATION CRITERIA FOR COST

THE OFFEROR SHALL PROVIDE RANGE PRICES FOR CALENDAR YEAR (CY) CY 1 - CY 5 (5 YEARS) FOR THE ITEMS SET FORTH IN SECTION A AND B OF THIS RFP. DUE TO POTENTIAL VARIATIONS IN QUANTITIES, THE TOTAL COST WILL BE EVALUATED ON AN EXPECTED VALUE BASIS TO ARRIVE AT A "WEIGHTED COST" IN DETERMINING NET GOVERNMENT OUTLAY. THE UNIT PRICES UNDER THIS RFP WILL BE EVALUATED AS FOLLOWS:

**YOU ARE CAUTIONED AGAINST UNBALANCED OFFERS (SEE FAR 15.404-1(g)).**

EVALUATION POINT (EP)	WEIGHTING
50% OF EP	.3
EP	.5
150% OF EP	.2

#### EXAMPLE WITH FIRST ARTICLE:

AN OFFEROR PROPOSES THE FOLLOWING FOR THE ITEMS IN SECTION A FOR YEAR X:

PRODUCTION QTY  
W/FIRST ARTICLE

TYPE I	500 - 1,500	FEET	\$.1150	GOVT EP = 2,750
	1,501 - 3,000	FEET	\$.1100	
	3,001 - 4,500	FEET	\$.1000	
	OVER 4,500	FEET	\$.0925	
LIGHT WEIGHT	400 - 1,500	FEET	\$.1375	GOVT EP = 1,500
	1,501 - 2,000	FEET	\$.1310	
	2,001 - 3,500	FEET	\$.1285	
	OVER 3,500	FEET	\$.1200	
REINFORCED	650 - 3,500	FEET	\$.1550	GOVT EP = 4,000
	3,501 - 4,500	FEET	\$.1525	
	4,501 - 6,700	FEET	\$.1475	
	OVER 6,700	FEET	\$.1350	

ITEM	50% EP			EP			150% EP		
	QTY	U/P	EXT.	QTY	U/P	EXT.	QTY	U/P	EXT.
TYPE I	1,375	.1150	158.13	2,750	.1100	302.50	4,125	.1000	412.50
LIGHT WEIGHT	750	.1375	103.13	1,500	.1310	196.50	2,250	.1285	289.13
REINFORCED	2,000	.1550	310.00	4,000	.1525	610.00	6,000	.1475	885.00
TOTALS			571.26			1,109.00			1,586.63

50% EP: \$ 571.26 X .3 = \$171.38  
 EP: \$1,109.00 X .5 = \$554.50  
 150% EP: \$1,586.63 X .2 = \$317.33  
 EVALUATE TOTAL \$1,043.21  
 (CALENDAR YEAR X)

EACH OF THE FIVE (5) YEARS WILL BE CALCULATED IN THE SAME MANNER AS DESCRIBED ABOVE AND ADDED TOGETHER FOR A TOTAL GOVERNMENT OUTLAY.

**NOTE:** THE PROJECTED EVALUATION POINTS TO BE USED FOR THE THREE TYPES OF DETONATING CORD ARE AS FOLLOWS:

CY	<u>01</u>	<u>02</u>	<u>03</u>	<u>04</u>	<u>05</u>
TYPE I	6,200,000	6,200,000	6,100,000	6,300,000	6,200,000
LT WEIGHT	500,000	500,000	450,000	550,000	400,000
REINFORCED	500,000	1,000,000	750,000	2,500,000	500,000

THE GOVERNMENT WILL ALSO APPLY ANY OTHER PRICE RELATED FACTORS (EXAMPLE - TRANSPORTATION COSTS) SET FORTH IN THE RFP.